

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF CHRISTIAN COUNTY WATER)	
DISTRICT OF CHRISTIAN COUNTY, KENTUCKY,)	
FOR ORDER APPROVING CONSTRUCTION FINANCING,)	CASE NO.
CERTIFICATE OF PUBLIC CONVENIENCE AND)	89-263
NECESSITY, AND INCREASED RATES)	

O R D E R

On September 18, 1989, Christian County Water District ("Christian County") filed an application for a Certificate of Public Convenience and Necessity to construct a \$1,451,600 waterworks improvement project, for approval of its plan of financing for this project, and for adjustments to its water service rates and service connection fees. This project will provide service to 176 additional customers. Project funding includes a \$1,348,000 loan from the Farmers Home Administration ("FmHA"), a \$28,800 Area Development Fund Grant, and \$74,800 from applicants for service in the proposed project area. The loan will be for a 40-year period at an interest rate of 5 percent per annum.

Christian County's application was made pursuant to KRS 278.023, which requires the Commission to accept agreements between water districts and FmHA and to issue the necessary orders to implement the terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. The

minimum filing requirements were met in this case on October 18, 1989. The Commission has no discretionary authority to modify or reject any portion of this application.

IT IS THEREFORE ORDERED that:

1. Christian County is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. Christian County's proposed plan of financing with FmHA is accepted.

3. Christian County shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

4. The rates set out in Appendix A, which is attached hereto and incorporated herein, are the rates approved for service rendered on and after the date of this Order.

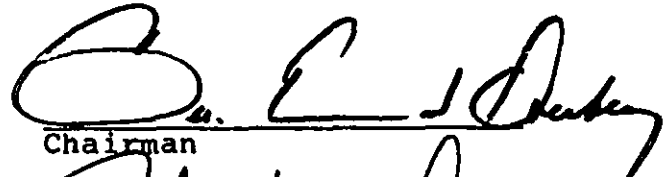
5. Christian County shall submit its revised tariff setting out the rates in Appendix A within 30 days of the date of this Order.

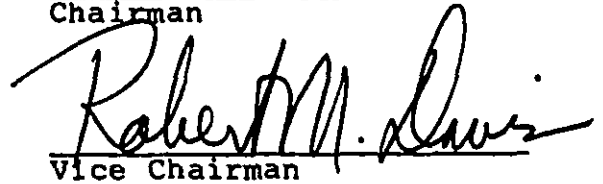
6. Christian County shall monitor the adequacies of the expanded water distribution system after construction. If the level of service is inadequate or declining or the pressure to any customer falls outside the requirements of 807 KAR 5:066, Section 6(1), Christian County shall take immediate action to bring the system into compliance with Commission regulations.

Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 7th day of November, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-263 DATED 11/07/89

The following rates and charges are prescribed for the customers in the area served by Christian County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

5/8 Inch Meters

First 1,000 gallons	\$11.25 Minimum Bill
Next 4,000 gallons	4.05 per 1,000 gallons
Next 5,000 gallons	3.80 per 1,000 gallons
Next 10,000 gallons	3.50 per 1,000 gallons
Over 20,000 gallons	3.00 per 1,000 gallons

1 Inch Meters

First 5,000 gallons	\$26.25 Minimum Bill
Next 5,000 gallons	3.75 per 1,000 gallons
Next 10,000 gallons	3.50 per 1,000 gallons
Over 20,000 gallons	3.00 per 1,000 gallons

1 1/2 Inch Meters

First 10,000 gallons	\$45.00 Minimum Bill
Next 10,000 gallons	3.50 per 1,000 gallons
Over 20,000 gallons	3.00 per 1,000 gallons

2 Inch Meters

First 50,000 gallons	\$176.00 Minimum Bill
Over 50,000 gallons	3.00 per 1,000 gallons

4 Inch Meters

First 100,000 gallons	\$340.00 Minimum Bill
Over 100,000 gallons	3.00 per 1,000 gallons

Connection Charges

5/8 x 3/4 Inch	\$425.00
1 Inch	525.00
All Larger Meters Sizes	Actual Cost